IN THE UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF TEXAS DALLAS DIVISION

Jeffrey W. Carpenter,	§
	§
Plaintiff,	§
	§
v.	§
	§ Civil Action No. 3:23-CV-00769-N
Twin City Fire Insurance Company,	§
	§ Jury Demand
Defendant.	§

PLAINTIFF JEFF CARPENTER'S RESPONSE TO DEFENDANT'S PROPOSED FINAL JUDGMENT

BACKGROUND

This Court ordered as follows: "In accordance with their stipulation, the parties are ordered to submit a joint proposed final judgment within twenty-one (21) days of this Order. *If the parties cannot agree on the form of a final judgment*, they should each submit a proposal by this same deadline." ECF No. 67 at pp. 8-9 (emphasis added). Counsel for plaintiff sent a draft of a joint final judgment to counsel for defense. Appendix at p. 2. That draft included federal post-judgment interest on a portion of the underlying state court judgment, specifically, then-conditional and laterearned state-court appellate attorneys' fees. *See id.* at p. 4.

By email, counsel for defense questioned the basis for such interest. *See id.* at pp. 6-8. By response email, counsel for plaintiff stated the statutory basis. *See id.* at p. 9. Counsel for defense did not respond and so, after waiting until 6:45 p.m. on the deadline *if the parties cannot agree*, counsel

for plaintiff filed a unilaterally proposed final judgment. See ECF No. 68; Appendix p. 10. In accordance with OneBeacon Ins. Co. v. T. Wade Welch & Assocs., No. 11-cv-03061, 2015 WL 926515 (S.D. Tex. Mar. 4, 2015) and 28 U.S.C. Section 1961(a), it included federal post-judgment interest on more than just state court appellate fees in the underlying state court judgment. See id. & ECF No. 69. It included federal post-judgment interest on portions of the underlying state court judgment that were already accumulating state court interest—as both permitted and required by such law. By email after that filing [at 6:59 p.m.], counsel for defense then purported to accept or agree to counsel for plaintiff's prior, pre-filing draft previously questioned. See Appendix at p. 11.

ARGUMENT AND AUTHORITIES

In its motion defense does not challenge that, absent an agreement, "interest *shall* be allowed on *any money judgment* in a civil case recovered in a district court." 28 U.S.C. § 1961(a) (emphasis added). Or that, absent an agreement, this statute and precedent like *OneBeacon* both permit and require federal post-judgment interest be applied in a *Stowers* case—even to those parts of a state-court money judgment that are already accumulating state-court post-judgment interest. Instead, defense limits its contention to two alternate and inconsistent arguments: (1) an agreement exists limiting application of federal post-judgment interest and (2) plaintiff "cannot recover an amount greater than the state court judgment in a *Stowers* case." ECF No. 70. Neither of these are accurate.

A. The parties failed to reach an agreement.

This is a diversity case. See generally ECF No. 1 (notice of removal). As this Court recognizes, Texas law applies to agreements touching any suit pending—and Texas law requires those agreements be signed. See Salt & Light Energy Equip., LLC v. Origin Bancorp, Inc., 724 F. Supp. 3d 586,

597 (N.D. Tex. 2024) (Godbey, J.). Here, there is no signed agreement concerning a joint proposed final judgment—only exchange of drafts. Besides, a final judgment is not a contract. Also, for a binding contract, there would need to be consideration exchanged and there is none. Further, under Texas law, an offer revoked before acceptance [even just by implication] cannot form an agreement. See Angel v. Tauch, 642 S.W.3d 481 (Tex. 2022) (on learning bank had assigned debt for collection, debtor tried to accept prior offer to settle for lesser sum—no agreement). Here, only after plaintiff filed his unilaterally proposed final judgment—under a deadline for filing if the parties cannot agree on the form of a final judgment—did defense purport to accept. For each of these independent reasons, there is no agreement. And we are left with OneBeacon and Section 1961(a).

B. Post-judgment interest increases every judgment.

Without citation to any authority, defense contends that plaintiff "cannot recover an amount greater than the state court judgment in a *Stowers* case." ECF No. 70. But of course, Section 1961(a) means *every* judgment is greater—by at least the amount of post-judgment interest. Even the one defense now proffers. And even the *Stowers* judgment in *OneBeacon*. Even the language of Section 1961(a) says it, "interest *shall* be allowed on *any money judgment* in a civil case recovered in a district court." 28 U.S.C. § 1961(a) (emphasis added).

CONCLUSION

For all of these reasons, Plaintiff Jeff Carpenter request this Court DENY defendant's proposed final judgment and instead, issue the final judgment he unilaterally proposes [ECF No. 68].

Respectfully submitted,

/s/ David L. Wiley

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